



IN REPLY REFER TO

**DEFENSE CONTRACT AUDIT AGENCY**

CAMERON STATION  
ALEXANDRIA, VIRGINIA 22314

OSA-1456-68  
B-68-19-277

REPLY TO:

STATINTL

P.O. Box #9363  
Rosslyn Station  
Arlington, Virginia 22209

May 1, 1968

STATINTL

SUBJECT: Report on Price Evaluation

TO : Contracting Officer

REF : Proposal No. 8-H-109

1. Purpose of Evaluation. As requested, an evaluation was performed of the referenced proposal. Pertinent books and records were examined to determine the reasonableness of the proposed prices for spare parts to support the Butterfly system and the test carts. A six (6) month work period under a firm fixed price type contract is contemplated.

2. Results of Evaluation. The results of the auditor's evaluation and comments thereon are detailed in Exhibit A attached.

3. Concluding Remark. We will be pleased to furnish the Contracting Officer with any accounting counsel or additional audit service which may be desirable and appropriate in negotiating the proposed contract.

*[Handwritten signature]*  
*for* *Charles M. Hanley*  
ARTHUR G. HANLEY  
DCAA Representative - APL

STATINTL